

BUDGET STABILIZATION FUND (Idaho Code 57-814 & 57-814a)

<u>Action</u>	<u>Impact of this Action</u>	<u>Resulting Balance</u>
June 1984 transfer from General Fund (HB 747)	\$4,267,200	\$4,267,200
June 1985 transfer from General Fund (HB 350)	1,490,300	5,757,500
July 1985 transfer to General Fund (HB 350)	(5,757,500)	0
April and June 1989 transfers from General Fund (SB 1332aaH) (Note 1)	12,000,000	12,000,000
March 1990 transfer from General Fund (SB 1573) (Note 2)	38,000,000	50,000,000
Interest earnings accrued between April 1989 and March 1990	684,432	50,684,432
April 1990 appropriation for local highway projects (HB 905)	(15,500,000)	35,184,432
June 1992 transfer to General Fund (SB 1464)	(5,406,100)	29,778,332
April 1993 transfer to Parks and Recreation for Oregon Trail (SB 1276)	(100,000)	29,678,332
July 1993 transfer to General Fund for Public Schools (HB 463)	(3,000,000)	26,678,332
October 1993 transfer from Liquor Fund (HB 464)	748,800	27,427,132
January 1994 transfer from Liquor Fund (HB 464)	748,800	28,175,932
March 1994 partial return of loan for the Oregon Trail project (HB 862)	27,000	28,202,932
April 1994 transfer from Liquor Fund (HB 980)	3,000,000	31,202,932
April 1994 appr. to the Legis. Council for Juvenile Justice study (HB 992)	(100,000)	31,102,932
April 1994 transfer from Liquor Fund (HB 464)	879,100	31,982,032
June 1994 transfer from Liquor Fund (HB 464)	879,100	32,861,132
June 1995 return of unspent balance of Legis. Council Juvenile Justice study	26,763	32,887,895
May 1996 transfer to Disaster Emergency Fund (Exec. Order #96-04)	(1,000,000)	31,887,895
January 1997 transfer to Disaster Emergency Fund (Exec. Order #97-01)	(1,000,000)	30,887,895
February 1997 transfer to Disaster Emergency Fund (Exec. Order #97-01)	(1,000,000)	29,887,895
April 1997 transfer to Disaster Emergency Fund (Exec. Order #97-01)	(1,000,000)	28,887,895
June 1997 transfer to Disaster Emergency Fund (Exec. Order #97-01)	(1,000,000)	27,887,895
July 1997 appropriation to State Controller for Year 2000 project (SB 1285)	(357,700)	27,530,195
June 1998 transfer from the General Fund (HB 572) (Note 3)	8,500,000	36,030,195
June 1999 deposit of tobacco settlement funds (Note 4)	8,718,300	44,748,495
June 2000 deposit of tobacco settlement funds (Note 4)	23,291,500	68,039,995

Note 1 This bill authorized the Budget Reserve Fund to retain its own interest earnings.

Note 2 This bill shifted interest earnings from the Budget Reserve Fund to the Permanent Building Fund.

Note 3 Multiple bills passed during the 1998 session that impact this Fund. HB 443a changes the name of the Budget Reserve Fund to the Budget Stabilization Fund and stipulates that its purpose is to meet General Fund shortfalls and respond to major disasters declared by the Governor. It also creates a funding mechanism. Beginning in F 2000, if the previous fiscal year's General Fund revenue grows more than 4% over the preceding year, then an amount equal to 1% of the previous year's original General Fund appropriation is transferred into the Budget Stabilization Fund. The transfer can be reduced or eliminated through passage of a concurrent resolution. The Fund is also capped at 5% of each year's General Fund appropriation. HB 836 authorizes the State Board of Examiners to take money from the Budget Stabilization Fund at the end of the fiscal year if they determine that there will be insufficient General Fund revenue to cover that year's appropriations.

Note 4 During the 1999 session two pieces of legislation passed which will impact the Budget Stabilization Fund (BSF). SB 1002 directs the State Treasurer to transfer all tobacco settlement funds received through June 30, 2000 to the BSF. HCR 9 directs the State Controller to **not** transfer any FY 2000 General Fund revenue into the BSF during FY 2000 should FY 1999 General Fund revenue exceed the 4% growth trigger contained in IC 57-814.